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The Standard-General Construction (International) division of BACM's Construction Operations has been awarded the \$1,835,768 contract to build the four lane divided highway Glenmore Trail extension for the City of Calgary. City of Calgary Alderman, Jim McCamby officially began the construction operations.



BACM INDUSTRIES LIMITED

SEMI-ANNUAL REPORT TO SHAREHOLDERS

for the 6 month period ended June 30, 1969



TO OUR SHAREHOLDERS:

We take this opportunity to keep you informed of current developments within your Company.

The table below outlines the unaudited consolidated financial results for the first six months of the Company's 1969 financial year. Although certain BACM operations are of a seasonal nature and do not normally produce significant returns until the Company's third business quarter, we believe the consolidated results are a satisfactory indication of continued growth.

It is interesting to note that although not truly comparative (because of a change in the BACM year end and major acquisitions in July of 1968) the 1969 six month results show a total operating revenue of \$43,509,736, which is an 18% increase over the August 31, 1968 six month revenue figure

BACM INDUSTRIES LIMITED & SUBSIDIARIES

UNAUDITED CONSOLIDATED STATEMENT OF EARNINGS

FOR THE 6 MONTHS ENDED JUNE 30, 1969

Total Operating Revenue	\$43,509,736
Costs and Expenses	38,815,096
	<u>4,694,640</u>
Depreciation and Depletion	1,777,148
Income before Taxes	2,917,492
Provision for Income Taxes	1,520,000
Net Income	<u>1,397,492</u>
Earnings per Share	\$.85
Average Number of Shares Outstanding	1,641,010

The above figures are subject to year end adjustments.



of \$36,747,839. Net Income increased to \$1,397,492, a sixty percent improvement over 1968's first 6 month's \$868,631. Earnings per share of \$.85 in 1969 compared to \$.68 per share in 1968, are based upon the average number of shares outstanding during the respective periods.

You may also be interested in the following current and recent BACM developments.

1. BACM recently announced plans to acquire all of the outstanding shares of Redi-Mix Limited of Regina. Redi-Mix is a large, well-known supplier of ready-mix concrete, concrete block and aggregates in the province of Saskatchewan. This acquisition will be presented to shareholders for their approval at a special shareholders meeting to be held in the fall at a date to be announced. The purchase price of \$3,025,000 is payable with 100,000 shares of treasury stock of BACM.
2. The Company's previously announced \$4 million, second TRUROC gypsum wallboard manufacturing plant is now under construction in Edmonton and expected to be in operation in the summer of 1970.
3. The Land Division's residential development, The Maples of Old Kildonan in Winnipeg has been well received by home builders, including BACM's Engineered Homes Division. Most of the 500 lots in the first phase of development have been sold to builders presently planning their homebuilding programs for the fall of this year. With the first phase underway, the Company anticipates orderly and continuing development of this 900 acre subdivision.
4. The acquisition of Con-Force Limited of Calgary, announced in our first quarter report, has resulted in the merger of facilities of Con-Force and BACM's Preco Division into one strong, five plant precast concrete production and sales organization now operating under the Con-Force company name.

Respectfully submitted,

S. SIMKIN,
President,
Winnipeg, Manitoba.